

AN ORDINANCE BY



AN ORDINANCE AUTHORIZING THE CREATION OF AN ENTERPRISE REVENUE FUND AND RENEWAL AND EXTENSION FUND FOR CIVIC CENTER OPERATIONS EFFECTIVE JANUARY 1, 2002; AND FOR OTHER PURPOSES.

WHEREAS, Ordinance 01-O-1789 adopted and approved on November 19, 2001 and November 27, 2001 respectively, established a Special Revenue Fund for the Civic Center Operations.

WHEREAS, Generally Accepted Accounting Principles (GAAP) allow establishment of Enterprise Funds "which are self-supported by user charges or fees". Enterprise Funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises-where the intent of the governing body is that the costs of providing goods and services to the general public on a continuing basis be financed or recovered primarily through user charges; (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

WHEREAS, in June, 1999, the Government Accounting Standards (GASB) issued Statement 34 entitled "Basic Financial Statements-and Managements Discussion and Analysis for State and Local Governments," that among other things, requires reports to be issued with government-wide financial statements/reports; and

WHEREAS, these government-wide financial statements/reports should distinguish between governmental activities and business-type activities; and

WHEREAS, the City has various Enterprise Funds such as the Airport and Water and Sewer Funds-that are business-type activities, and presently, management has determined that the Civic Center Operations should be classed as an Enterprise Fund; and

NOW, THEREFORE BE IT ORDAINED BY THE COUNCIL OF THE CITY OF ATLANTA, GEORGIA, as follows:

Section 1: That Ordinance 01-O-1789 adopted by the City Council on November 19, 2001 and approved by the Mayor on November 27, 2001 be and is hereby repealed, and all activity from Fund 1B06 and Civic Center related activity in Fund 3P02 be transferred to 2R01 and 2R21, respectively.

Section 2: That two new Enterprise Funds 2R01 and 2R21, Revenue and Renewal and Extension, respectively, be and hereby are established in order to capture all of the activities of the Civic Center Operations.

Section 3: That all requisitions, encumbrances, and other A/P's be transferred from the Civic Center Operations Special Revenue Fund 1B06 to its new Enterprise Funds 2R01 and 2R21.

Section 4: That the accounting control level established in the Enterprise Fund for the Civic Center will be the control level in 2R01 and 2R21 Fund-Civic Center Revenue Fund and Civic Center Renewal and Extension Fund, respectively, namely the center/major account group level.

Section 5: That all revenue received and expenses incurred (including utility expenses-phone, etc. and indirect costs) for the Civic Center Operations beginning in the year 2002 shall be recognized in Fund 2R01 and 2R21.

Section 6: That all positions authorized for the Civic Center in the 2002 budget shall be transferred from 1B06 711001 N42101 and 3P02 711001 N42101 to 2R01 711001 N42101; authorized position information is made part of this ordinance and attached hereto.

Section 7: That all ordinances or parts of ordinances in conflict herewith be and the same are hereby waived.